

File

ACT/019/001

May 20, 1982

CERTIFIED MAIL NO. P 324 741 319

Luk1 Milling Corporation
Attn: Carroll J. Hart
P. O. Box 1075
Vernal, UT 80478

RE: ML 38305 Met. Minerals

Dear Mr. Hart:

Your failure to comply with my letter of March 16th, requesting a \$5,000 bond for the above numbered lease, is a breach of Article XII of the lease agreement.

The Land Board meets June 10, 1982, in Moab, Utah. At that time, I will recommend that this lease be cancelled by Board action. You may contact Lynda Belnap of this office regarding time and address of the meeting should you wish to be in attendance.

Cancellation of the lease will be accompanied by further State action to require reclamation of all surface disturbances for which you are responsible on the subject property.

Sincerely yours,

JOHN T. BLAKE
MINERALS RESOURCE SPECIALIST

JTB/eh

cc: ✓ Tom Tetting
Division of Oil, Gas & Mining